## FOOD PRODUCTION PROGRAM

Exchange of notes at Lima August 18 and October 10, 1944, supplementing and extending agreement of May 19 and 20, 1943, with memorandum of agreement of June 1, 1944, between the Institute of Inter-American Affairs and the Minister of Agriculture Entered into force October 10, 1944; operative from May 19, 1944 Program expired June 30, 1960

58 Stat. 1484; Executive Agreement Series 433

The American Ambassador to the Minister of Foreign Affairs

EMBASSY OF THE
UNITED STATES OF AMERICA
Lima, August 18, 1944

No. 216

## EXCELLENCY:

I have the honor to refer to the agreement of May 19, 1943, relating to the establishment of the Inter-American Cooperative Food Production Service in Peru, which agreement was effected by an exchange of notes dated May 19, and 20, 1943,¹ between the American Ambassador in Lima and the Peruvian Minister of Agriculture. With the Ambassador's note of May 19, 1943 there was enclosed an English text of a Memorandum of Agreement signed by the Ambassador for the Institute of Inter-American Affairs and by the Minister of Agriculture for the Republic of Peru. With the Minister's note of May 20, 1943 there was enclosed a Spanish text of the Memorandum of Agreement, similarly signed.

In the Ambassador's note of May 19, 1943, it was stated "that this exchange of notes constitutes the agreement for the establishment of the Inter-American Cooperative Food Production Service in Peru." In the Memorandum of Agreement accompanying the exchange of notes it was stated as follows:

"Thirteenth—The present agreement will be for the duration of one year, continuing from the date of signature of the Note of Transmittal, and may be extended in the judgment of the contracting parties."

<sup>&</sup>lt;sup>1</sup> EAS 385, ante, p. 1160.

It appears that the agreement of May 19, 1943 was approved on the part of the Government of Peru by *Resolución Suprema* 286, May 20, 1943. I am informed that no further action on the part of the Government of the United States of America was requisite.

On June 1, 1944 there was signed in Lima by the Executive Vice-President of the Institute of Inter-American Affairs and by the Minister of Agriculture of Peru a Memorandum of Agreement which reads in English and Spanish as follows:

"LIMA, June 1, 1944

## "MEMORANDUM OF AGREEMENT

- "1. The memorandum of agreement executed May 19, 1943 between The Institute of Inter-American Affairs and the Ministry of Agriculture for the Republic of Peru providing for a cooperative food production program and for the creation and operation of a special technical service within the Ministry of Agriculture known as the Servicio Cooperativo Inter-Americano de Producción de Alimentos is hereby extended to August 31, 1945, except as modified by this memorandum.
- "2. The provisions of Article Four of the agreement of May 19, 1943, are considered to be fulfilled by the contribution of U.S. \$124,817.11 by The Institute of Inter-American Affairs, plus the contribution of U.S. \$38,159.66 to be made by The Institute of Inter-American Affairs during June 1944 to cover outstanding obligations, making a total contribution on the part of The Institute of Inter-American Affairs of U.S. \$162,976.77 (S/.1,056,904.35) and by the contribution of S/.823,595 that has been made by the Government of Peru, plus S/.233,309.35 to be contributed during June 1944, making a total of S/.1,056,904.35 (U.S. \$162,976.77).
- "3. For the purpose of extending the agreement of May 19, 1943, The Institute of Inter-American Affairs will make available an additional sum of U.S. \$150,000 (S/.972,750) and the Government of Peru will likewise make available an additional sum of S/.1,945,500 (U.S. \$300,000). Thus, The Institute of Inter-American Affairs will contribute a total sum of U.S. \$312,976.77 (S/.2,029,654.35) and the Government of Peru will contribute a total sum of S/.3,002,404.35 (U.S. \$462,976.42) for the operations of the Servicio Cooperativo Inter-Americano de Producción de Alimentos, for the period of May 19, 1943, to August 31, 1945, inclusive.
- "4. For the purpose of effectuating the objectives of this extension agreement, The Institute of Inter-American Affairs agrees to transfer to the account of the Servicio Cooperativo Inter-Americano de Producción de Alimentos the sum of U.S. \$150,000 (S/.972,750) on the following basis, except that The Institute of Inter-American Affairs may withhold the estimated or actual amount of orders placed for the Servicio in the United States

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and such costs, in appropriate amounts, shall be regarded as bi-monthly contributions as provided herein:

	$U.S.\ Dollars$	Peruvian Soles
July, August, 1944	25, 000, 00	162, 125, 00
September, October, 1944	25, 000. 00	162, 125, 00
November, December, 1944	25, 000. 00	162, 125.00
January, February, 1945	25, 000. 00	162, 125. 00
March, April, 1945	16,666.66	108, 083. 33
May, June, 1945	16, 666. 67	108, 083. 33
July, August, 1945	16, 666. 67	108, 083. 34
	150, 000. 00	972, 750. 00

"5. The Government of Peru agrees to transfer to the account of the Servicio S/.1,945,500 (\$300,000 U.S.) on the following basis:

	Peruvian Soles	$U.S.\ Dollars$
July, August, 1944	324, 250. 00	50,000.00
September, October, 1944	324, 250. 00	50, 000. 00
November, December, 1944	324, 250. 00	50,000.00
January, February, 1945	324, 250. 00	50, 000. 00
March, April, 1945	216, 166. 66	33, 333. 33
May, June, 1945	216, 166. 67	33, 333. 33
July, August, 1945	216, 166. 67	33, 333. 34
	1, 945, 500. 00	300, 000. 00

- "6. All funds contributed by The Institute of Inter-American Affairs which are not, proportionately with funds contributed by the Peruvian Government, expended or pledged by contract or other legal commitment on August 31, 1945, shall be returned to The Institute of Inter-American Affairs.
- "7. The funds contributed according to the above are to be employed only for maintaining or extending projects contemplated under the original agreement and as listed in the budget approved August 16, 1943 and as elaborated in project proposals approved by the Minister of Agriculture and the Director of the Servicio, or as modified by them, except that no part of the additional funds contributed by The Institute of Inter-American Affairs shall be utilized in projects involving poultry, fishery or warehouses.
- "8. The Chief of the Food Production Mission in Peru of The Institute of Inter-American Affairs shall continue as Director of the Servicio Cooperativo Inter-Americano de Producción de Alimentos for the life of the extended agreement.
- "9. The agreement of May 19, 1943 shall remain in full force and effect for the purpose of extending the cooperative food production program to August 31, 1945, except as specifically modified herein and the provisions contained therein will apply during the life of the extended agreement.
- "10. This extended agreement shall be definitely terminated on August 31, 1945. It is understood that during the life of this agreement there will be an orderly withdrawal of the activities of the Food Supply Division of

The Institute of Inter-American Affairs in Peru and the gradual assumption of its functions by the appropriate entities of the Ministry of Agriculture.

For the Institute of Inter-American Affairs:

G. C. Dunham

Major General U. S. Army

Executive Vice-President

For the Republic of Peru:

Godofredo A. Labarthe Minister of Agriculture"

It is a pleasure for me to inform Your Excellency that the provisions of the Memorandum of Agreement as hereinabove set forth, by which the agreement of May 19, 1943 would be extended to August 31, 1945, except as modified by the said Memorandum of Agreement, meet with the approval of the Government of the United States of America. It is my understanding that those provisions likewise meet with the approval of the Government of the Republic of Peru. This note, together with your reply indicating the approval of the Government of the Republic of Peru, will be considered as constituting an agreement between our two Governments on the subject, it being understood that this agreement shall be effective as of May 19, 1944 and that this agreement shall continue in force to August 31, 1945.

Accept, Excellency, the renewed assurances of my highest consideration.

J. C. WHITE

His Excellency

Doctor Alfredo Solf y Muro, Minister for Foreign Affairs, Lima.

The Minister of Foreign Affairs to the American Ambassador

[TRANSLATION]

MINISTRY FOR FOREIGN AFFAIRS

Number: (M)-6-3-224

Lima, October 10, 1944

## Mr. Ambassador:

With reference to Your Excellency's courteous note No. 216 of August 18 last, by which you requested the extension until August 31, 1945 of the Agreement on the Inter-American Cooperative Food Production Service, I am pleased to inform you that my Government, by Supreme Resolution No.

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455 issued by the Ministry of Agriculture, has approved, with the modifications agreed upon, said extension of time.

I avail myself of this opportunity to repeat to you, Mr. Ambassador, the assurances of my highest and most distinguished consideration.

Alfredo Solf y Muro

His Excellency

JOHN CAMPBELL WHITE,

Ambassador Extraordinary and Plenipotentiary
of the United States of America.

City.